

# Executive budget changes to Community College ~~Language~~ Language —

EXHIBIT 6  
DATE 1/17/07  
HB 1215 2006

- In the Department of Public Health and Human Services, the funding for DP 10501 in the Disability Services Division should be adjusted to \$163,993 each year. The attached spreadsheet provides the information on the corrections necessary to accurately reflect the provider rate increases.

- In the Office of the Commissioner of Higher Education, language should include the following:

"The budget amount for each full-time equivalent student at the community colleges, including Summitnet, is \$7,620 in FY 2008 and \$7,691 in FY 2009. The general fund appropriation for OCHE -- Community College Assistance provides 42% in FY 2008 and 43% in FY 2009 of the budget amount for each full-time equivalent student each year of the 2009 biennium.

The general fund appropriation for OCHE -- Community College Assistance is calculated to fund education in the community colleges for an estimated 2,411 resident FTE students in each year of the biennium. If total resident FTE student enrollment in the community colleges is greater than the estimated number for the biennium, the community colleges shall serve the additional students without a state general fund contribution. If actual resident FTE student enrollment is less than the estimated numbers for the biennium, the community colleges shall revert general fund money to the state in accordance with 17-7-142, MCA.

Total audit costs are estimated to be \$57,600 for the community colleges for the biennium. The general fund appropriation for each community college provides 42% of the total audit costs in the 2009 biennium. The remaining 58% of these costs must be paid from funds other than those appropriated for OCHE -- Community College Assistance -- Legislative Audit. Audit costs charged to the community colleges for the biennium may not exceed \$18,500 for Dawson, \$16,600 for Miles and \$22,500 for Flathead Valley community colleges."

- Community college audit costs have been added to FY 2008 for a cost of \$24,192 general fund.

The Department of Administration has recently been notified that Oracle will support the Peoplesoft/SABHRS system through 2014, rather than the previous notification of 2010. Therefore, the department withdraws its requests for PL 308, PL 2301, and PL 2103.

- The Department of Administration was incorrectly funded for the maintenance agreement of the eBenefits/Policy Module. An increase of \$27,500 per year of general fund in PL 2304 in the State Personnel Division and a like amount of proprietary funds in PL 2105 in the Health Care & Benefits Division corrects this error.
- In the Governor's Office Centralized Services Division, expenditures from a one-time-only appropriation were inadvertently included in the base budget. These expenditures have been removed and the base budget for the division reduced by \$40,736 general fund each year.
- The Office of Public Instruction informed OBPP that state tuition payments were understated in the budget and in FY 2007 by \$270,138 each year. It is anticipated that a portion of the FY 2007 shortfall will be backfilled with potentially unspent, unrestricted appropriations in FY 2007. Only \$200,000 is requested as a supplemental. OPI will keep OBPP and the Legislature informed of updates on the supplemental as unspent appropriation authority becomes clearer.
- The adjusted base school BASE aid has been updated to include the revenues adopted by the Revenue and Transportation Committee as the HJR2 levels. In addition, a second decision package was added to clarify the present law and new proposal portions of the budget.
- The inflation rate for K-12 education has been updated to 3.00% from 2.97%.